



ANNUAL REPORT

For the Year Ended
December 31, 1929

To the Stockholders of
American Stores Co:

There is submitted herewith Consolidated Balance Sheet as at December 31, 1929, and a Consolidated Statement of Profit and Loss and Surplus for the year ended December 31, 1929.

During the past year, the sales amounted to \$143,346,156.62 as compared to \$137,311,512.68 for the year 1928, an increase of \$6,034,643.94 or 4.39%. The number of stores in operation increased from 2,546 to 2,644.

After providing for all charges, including depreciation and taxes, the net income for the year 1929 amounted to \$6,594,822.22 equivalent to \$4.25 per share on 1,551,728 shares of common stock outstanding in the hands of the public, at December 31, 1929, which compares with \$5,570,668.71 or \$3.31 per share on 1,678,677 shares for the year 1928.

During the year substantial progress has been made in developing the efficiency and economical operation of the stores system of your Company.

SAMUEL ROBINSON,
President.

March 1, 1930

AMERICAN STORES COMPANY

and Subsidiary Companies

Consolidated Balance Sheet

as at December 31, 1929

ASSETS

Current Assets

Cash.....	\$ 6,163,101.32
Marketable Securities—at cost.....	2,680,417.62
Inventories—at cost or market, whichever was lower...	12,616,156.54
Accounts Receivable.....	214,161.22
Loans to Employees—secured by Common Stock of Co.	1,158,985.00
Accrued Interest and Rents Receivable.....	40,940.78
Total Current Assets.....	22,873,762.48

Treasury Stock—209,675 $\frac{1}{3}$ shares Common Stock ..	10,414,208.85
Trustee for Employees' Subscriptions to Common Stock	2,260,337.00

Fixed Assets

Warehouses, Store Properties, Bakeries, Canneries, Garages, Stables, etc., at cost	\$17,859,585.74
Less: Reserve for Depreciation..	6,012,982.79
	11,846,602.95

Goodwill.....	1.00
Deferred Charges.....	560,305.32
	<u>\$ 47,955,217.60</u>

LIABILITIES

Current Liabilities

Accounts Payable and Accrued Charges.....	\$ 3,053,239.48
Dividend Payable	778,214.00
Reserve for Federal and State Taxes.....	862,729.05
Total Current Liabilities.....	4,694,182.53

Reserve for Contingencies	116,623.47
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Capital and Surplus

Capital Stock—Issued and outstanding	
Common—no par value	
1,761,403 $\frac{1}{3}$ shares.....	\$21,659,739.63

Surplus

Capital Surplus.....	4,125,267.07
Earned Surplus.....	17,359,404.90
	<u>43,144,411.60</u>
	<u>\$ 47,955,217.60</u>

AMERICAN STORES COMPANY

and Subsidiary Companies

Consolidated Statement of Profit and Loss

for the Year Ended December 31, 1929

Sales.....		\$ 143,346,156.62
Cost of Merchandise Sold.....		<u>115,324,058.13</u>
Gross Profit.....		28,022,098.49
Wages, Rents, Operating and Administrative Expenses.....	\$20,219,425.72	
Depreciation.....	<u>866,155.08</u>	21,085,580.80
Profit from Operations.....		6,936,517.69
Other Income.....		<u>488,304.53</u>
Net profit before Federal Income Tax		7,424,822.22
Reserve for Federal Income Tax.....		<u>830,000.00</u>
Net Income.....		<u><u>\$ 6,594,822.22</u></u>

Consolidated Surplus Account

Capital Surplus.....	\$ 4,125,267.07
Earned Surplus	
Balance at December 31, 1928.....	14,820,510.18
Net Income for year 1929.....	<u>6,594,822.22</u>
	21,415,332.40
Deduct: Dividends paid on Common Stock....	<u>4,055,927.50</u>
Balance at December 31, 1929.....	<u>17,359,404.90</u>
Total Surplus—December 31, 1929	<u><u>21,484,671.97</u></u>

CERTIFICATE

We have examined the accounts of the American Stores Company and its subsidiary companies for the year ended December 31, 1929.

The cash and securities have been verified by actual inspection or by certificates received from the depositories. The inventories, as certified by responsible officials, have been valued at cost or market, whichever was lower. Depreciation has been provided for on a conservative basis, and provision made for all ascertainable liabilities.

We hereby certify that, in our opinion, the accompanying Consolidated Balance Sheet and Profit and Loss Account correctly present, respectively, the financial condition of the American Stores Company and its subsidiary companies as at December 31, 1929, and the results of their operations for the year ended that date.

BARROW, WADE, GUTHRIE & CO.

Auditors.

Philadelphia, Pa.

February 24, 1930.

American Stores Company

OFFICERS

<i>President</i>	Samuel Robinson
<i>Vice-President</i>	Robert H. Crawford
<i>Vice-President and General Manager</i>	James K. Robinson
<i>Vice-President and Treasurer</i>	Wm. M. M. Robinson
<i>Secretary</i>	E. J. Flanigan
<i>Assistant Treasurer</i>	Wm. Gould
<i>Assistant Secretary</i>	J. V. Keers

DIRECTORS

Samuel Robinson	James K. Robinson
Robert H. Crawford	Wm. M. M. Robinson
John Eagleson	Joseph Gilfillan
E. J. Flanigan	William Park
John M. Hancock	